



OFFICE OF THE UNDER SECRETARY OF DEFENSE

1100 DEFENSE PENTAGON  
WASHINGTON, DC 20301-1100

JAN 3 2006

COMPTROLLER

MEMORANDUM FOR ASSISTANT SECRETARY OF DEFENSE (HEALTH  
AFFAIRS)

INSPECTOR GENERAL OF THE DEPARTMENT OF  
DEFENSE

ASSISTANT TO THE SECRETARY OF DEFENSE FOR  
CHEMICAL AND NUCLEAR AND BIOLOGICAL  
DEFENSE PROGRAMS

ASSISTANT SECRETARY OF THE ARMY (FINANCIAL  
MANAGEMENT AND COMPTROLLER)

ASSISTANT SECRETARY OF THE NAVY (FINANCIAL  
MANAGEMENT AND COMPTROLLER)

ASSISTANT SECRETARY OF THE AIR FORCE  
(FINANCIAL MANAGEMENT AND COMPTROLLER)

DIRECTORS OF THE DEFENSE AGENCIES

COMMANDER, U.S. ARMY CORPS OF ENGINEERS

DIRECTORS OF THE DOD FIELD ACTIVITIES

U.S. MARINE CORPS, ASSISTANT DEPUTY

COMMANDANT FOR PROGRAMS AND RESOURCES

U.S. SPECIAL OPERATIONS COMMAND,

COMPTROLLER

SUBJECT: Approval of Waiver from Buyer-Side Elimination Adjustments

The following reporting entities are waived from the Department of Defense Financial Management Regulation Volume 6B, Chapter 13 requirement to report buyer side elimination adjustments when preparing financial statements for fiscal year (FY) 2006: 1) Defense Contract Audit Agency, 2) Defense Commissary Agency, 3) Defense Finance and Accounting Service, 4) Defense Threat Reduction Agency, and 5) United States Army Corps of Engineers.

This waiver is effective only for financial statements prepared for FY 2006. All waived entities will perform a full reconciliation with any entity posing a valid challenge to the waived entity's reported balances. Both partners (buyers and sellers) will report all waived entity challenges, regardless of outcome, to this office within 30 days of the quarter-end.

My point of contact for this matter is Ms. Kathy Sherrill. She may be reached by email at [kathy.sherrill@osd.mil](mailto:kathy.sherrill@osd.mil) or by telephone at (703) 614-7524.

  
Teresa McKay  
Deputy Chief Financial Officer